STATE OF NEW YORK

3714

2021-2022 Regular Sessions

IN ASSEMBLY

January 28, 2021

Introduced by M. of A. L. ROSENTHAL -- read once and referred to the Committee on Housing

AN ACT to amend the real property law, in relation to requiring the disclosure of indoor mold history upon the sale of certain real property

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

Section 1. Subdivision 2 of section 462 of the real property law, as added by chapter 456 of the laws of 2001, is amended to read as follows: The following shall be the disclosure form:

4

PROPERTY CONDITION DISCLOSURE STATEMENT

5 NAME OF SELLER OR SELLERS:

6 PROPERTY ADDRESS:

7 THE PROPERTY CONDITION DISCLOSURE ACT REQUIRES THE SELLER OF RESIDEN-8 TIAL REAL PROPERTY TO CAUSE THIS DISCLOSURE STATEMENT OR A COPY THEREOF 9 TO BE DELIVERED TO A BUYER OR BUYER'S AGENT PRIOR TO THE SIGNING BY THE 10 BUYER OF A BINDING CONTRACT OF SALE.

11 PURPOSE OF STATEMENT: THIS IS A STATEMENT OF CERTAIN CONDITIONS AND 12 INFORMATION CONCERNING THE PROPERTY KNOWN TO THE SELLER. THIS DISCLOSURE 13 STATEMENT IS NOT A WARRANTY OF ANY KIND BY THE SELLER OR BY ANY AGENT 14 REPRESENTING THE SELLER IN THIS TRANSACTION. IT IS NOT A SUBSTITUTE FOR 15 ANY INSPECTIONS OR TESTS AND THE BUYER IS ENCOURAGED TO OBTAIN HIS OR 16 HER OWN INDEPENDENT PROFESSIONAL INSPECTIONS AND ENVIRONMENTAL TESTS AND 17 ALSO IS ENCOURAGED TO CHECK PUBLIC RECORDS PERTAINING TO THE PROPERTY. 18 A KNOWINGLY FALSE OR INCOMPLETE STATEMENT BY THE SELLER ON THIS FORM

19 MAY SUBJECT THE SELLER TO CLAIMS BY THE BUYER PRIOR TO OR AFTER THE 20 TRANSFER OF TITLE. IN THE EVENT A SELLER FAILS TO PERFORM THE DUTY 21 PRESCRIBED IN THIS ARTICLE TO DELIVER A DISCLOSURE STATEMENT PRIOR TO 22 THE SIGNING BY THE BUYER OF A BINDING CONTRACT OF SALE, THE BUYER SHALL 23 RECEIVE UPON THE TRANSFER OF TITLE A CREDIT OF FIVE HUNDRED DOLLARS 24 AGAINST THE AGREED UPON PURCHASE PRICE OF THE RESIDENTIAL REAL PROPERTY.

EXPLANATION--Matter in <u>italics</u> (underscored) is new; matter in brackets [-] is old law to be omitted.

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1 "RESIDENTIAL REAL PROPERTY" MEANS REAL PROPERTY IMPROVED BY A ONE TO 2 FOUR FAMILY DWELLING USED OR OCCUPIED, OR INTENDED TO BE USED OR OCCU-3 PIED, WHOLLY OR PARTLY, AS THE HOME OR RESIDENCE OF ONE OR MORE PERSONS, 4 BUT SHALL NOT REFER TO (A) UNIMPROVED REAL PROPERTY UPON WHICH SUCH 5 DWELLINGS ARE TO BE CONSTRUCTED OR (B) CONDOMINIUM UNITS OR COOPERATIVE 6 APARTMENTS OR (C) PROPERTY ON A HOMEOWNERS' ASSOCIATION THAT IS NOT 7 OWNED IN FEE SIMPLE BY THE SELLER.

8 INSTRUCTIONS TO THE SELLER:

9 (a) ANSWER ALL QUESTIONS BASED UPON YOUR ACTUAL KNOWLEDGE.

10 (b) ATTACH ADDITIONAL PAGES WITH YOUR SIGNATURE IF ADDITIONAL SPACE IS 11 REQUIRED.

12 (c) COMPLETE THIS FORM YOURSELF.

13 (d) IF SOME ITEMS DO NOT APPLY TO YOUR PROPERTY, CHECK "NA" (NON-AP-14 PLICABLE). IF YOU DO NOT KNOW THE ANSWER CHECK "UNKN" (UNKNOWN).

15 SELLER'S STATEMENT: THE SELLER MAKES THE FOLLOWING REPRESENTATIONS TO 16 THE BUYER BASED UPON THE SELLER'S ACTUAL KNOWLEDGE AT THE TIME OF SIGN-17 ING THIS DOCUMENT. THE SELLER AUTHORIZES HIS OR HER AGENT, IF ANY, TO 18 PROVIDE A COPY OF THIS STATEMENT TO A PROSPECTIVE BUYER OF THE RESIDEN-19 TIAL REAL PROPERTY. THE FOLLOWING ARE REPRESENTATIONS MADE BY THE SELLER 20 AND ARE NOT THE REPRESENTATIONS OF THE SELLER'S AGENT.

- 21 GENERAL INFORMATION
- 22 1. HOW LONG HAVE YOU OWNED THE PROPERTY?
- 23 2. HOW LONG HAVE YOU OCCUPIED THE PROPERTY?
- 3. WHAT IS THE AGE OF THE STRUCTURE OR STRUCTURES? NOTE TO BUYER--IF
 THE STRUCTURE WAS BUILT BEFORE 1978 YOU ARE ENCOURAGED TO INVESTI GATE FOR THE PRESENCE OF LEAD BASED PAINT.
- 4. DOES ANYBODY OTHER THAN YOURSELF HAVE A LEASE, EASEMENT OR ANY
 OTHER RIGHT TO USE OR OCCUPY ANY PART OF YOUR PROPERTY OTHER THAN
 THOSE STATED IN DOCUMENTS AVAILABLE IN THE PUBLIC RECORD, SUCH AS
 RIGHTS TO USE A ROAD OR PATH OR CUT TREES OR CROPS. YES NO UNKN NA
- 5. DOES ANYBODY ELSE CLAIM TO OWN ANY PART OF YOUR PROPERTY? YES NO
 UNKN NA (IF YES, EXPLAIN BELOW)
- 6. HAS ANYONE DENIED YOU ACCESS TO THE PROPERTY OR MADE A FORMAL LEGAL
 CLAIM CHALLENGING YOUR TITLE TO THE PROPERTY? YES NO UNKN NA (IF
 YES, EXPLAIN BELOW)
- 36
 7. ARE THERE ANY FEATURES OF THE PROPERTY SHARED IN COMMON WITH
 37 ADJOINING LAND OWNERS OR A HOMEOWNERS ASSOCIATION, SUCH AS WALLS,
 38 FENCES OR DRIVEWAYS? YES NO UNKN NA (IF YES DESCRIBE BELOW)
- 398. ARE THERE ANY ELECTRIC OR GAS UTILITY SURCHARGES FOR LINE EXTEN-40SIONS, SPECIAL ASSESSMENTS OR HOMEOWNER OR OTHER ASSOCIATION FEES41THAT APPLY TO THE PROPERTY? YES NO UNKN NA (IF YES, EXPLAIN BELOW)
- 42 9. ARE THERE CERTIFICATES OF OCCUPANCY RELATED TO THE PROPERTY? YES43 NO UNKN NA (IF NO, EXPLAIN BELOW)
- 44 ENVIRONMENTAL

NOTE TO SELLER - IN THIS SECTION, YOU WILL BE ASKED QUESTIONS REGARD-ING PETROLEUM PRODUCTS AND HAZARDOUS OR TOXIC SUBSTANCES THAT YOU KNOW TO HAVE BEEN SPILLED, LEAKED OR OTHERWISE BEEN RELEASED ON THE PROPERTY OR FROM THE PROPERTY ONTO ANY OTHER PROPERTY. PETROLEUM PRODUCTS MAY INCLUDE, BUT ARE NOT LIMITED TO, GASOLINE, DIESEL FUEL, HOME HEATING FUEL, AND LUBRICANTS. HAZARDOUS OR TOXIC SUBSTANCES ARE PRODUCTS <u>OR</u> OTHER MATERIAL THAT COULD POSE SHORT- OR LONG-TERM DANGER TO PERSONAL HEALTH OR THE ENVIRONMENT IF THEY ARE NOT PROPERLY DISPOSED OF, APPLIED OR STORED. THESE INCLUDE, BUT ARE NOT LIMITED TO, FERTILIZERS, PESTI- A. 3714

1 CIDES AND INSECTICIDES, PAINT INCLUDING PAINT THINNER, VARNISH REMOVER 2 AND WOOD PRESERVATIVES, TREATED WOOD, CONSTRUCTION MATERIALS SUCH AS 3 ASPHALT AND ROOFING MATERIALS, ANTIFREEZE AND OTHER AUTOMOTIVE PRODUCTS, 4 BATTERIES, CLEANING SOLVENTS INCLUDING SEPTIC TANK CLEANERS, HOUSEHOLD 5 CLEANERS [AND], POOL CHEMICALS [AND], PRODUCTS CONTAINING MERCURY AND 6 LEAD AND INDOOR MOLD.

NOTE TO BUYER - IF CONTAMINATION OF THIS PROPERTY FROM PETROLEUM
PRODUCTS AND/OR HAZARDOUS OR TOXIC SUBSTANCES IS A CONCERN TO YOU, YOU
ARE URGED TO CONSIDER SOIL AND GROUNDWATER TESTING OF THIS PROPERTY.

- 10 10. IS ANY OR ALL OF THE PROPERTY LOCATED IN A DESIGNATED FLOODPLAIN? 11 YES NO UNKN NA (IF YES, EXPLAIN BELOW)
- 12 11. IS ANY OR ALL OF THE PROPERTY LOCATED IN A DESIGNATED WETLAND?
 13 YES NO UNKN NA (IF YES, EXPLAIN BELOW)
- 14 12. IS THE PROPERTY LOCATED IN AN AGRICULTURAL DISTRICT? YES NO 15 UNKN NA (IF YES, EXPLAIN BELOW)
- 16 13. WAS THE PROPERTY EVER THE SITE OF A LANDFILL? YES NO UNKN NA 17 (IF YES, EXPLAIN BELOW)
- 18 14. ARE THERE OR HAVE THERE EVER BEEN FUEL STORAGE TANKS ABOVE OR
 19 BELOW THE GROUND ON THE PROPERTY? YES NO UNKN NA IF YES, ARE
 20 THEY CURRENTLY IN USE? YES NO UNKN NA LOCATION(S) ARE THEY LEAKING
 21 OR HAVE THEY EVER LEAKED? YES NO UNKN NA (IF YES, EXPLAIN BELOW)
- 15. IS THERE ASBESTOS IN THE STRUCTURE? YES NO UNKN NA (IF YES, STATELOCATION OR LOCATIONS BELOW)
- 16. IS LEAD PLUMBING PRESENT? YES NO UNKN NA (IF YES, STATE LOCATION
 OR LOCATIONS BELOW)
- 26 17. HAS A RADON TEST BEEN DONE? YES NO UNKN NA (IF YES, ATTACH A COPY 27 OF THE REPORT)
- 18. HAS MOTOR FUEL, MOTOR OIL, HOME HEATING FUEL, LUBRICATING OIL OR
 ANY OTHER PETROLEUM PRODUCT, METHANE GAS, OR ANY HAZARDOUS OR
 TOXIC SUBSTANCE SPILLED, LEAKED OR OTHERWISE BEEN RELEASED ON THE
 PROPERTY OR FROM THE PROPERTY ONTO ANY OTHER PROPERTY? YES NO
 UNKN NA (IF YES, DESCRIBE BELOW)
- 19. HAS THE PROPERTY BEEN TESTED FOR THE PRESENCE OF MOTOR FUEL, MOTOR
 OIL, HOME HEATING FUEL, LUBRICATING OIL, OR ANY OTHER PETROLEUM
 PRODUCT, METHANE GAS, OR ANY HAZARDOUS OR TOXIC SUBSTANCE? YES NO
 UNKN NA (IF YES, ATTACH REPORT(S))
- 3719-a. HAS THE PROPERTY BEEN TESTED FOR INDOOR MOLD? YES NO UNKN (IF38YES, ATTACH A COPY OF THE REPORT)
- 39 STRUCTURAL
- 40 20. IS THERE ANY ROT OR WATER DAMAGE TO THE STRUCTURE OR STRUCTURES?
 41 YES NO UNKN NA (IF YES, EXPLAIN BELOW)
- 42 21. IS THERE ANY FIRE OR SMOKE DAMAGE TO THE STRUCTURE OR STRUCTURES?
 43 YES NO UNKN NA (IF YES, EXPLAIN BELOW)
- 44 22. IS THERE ANY TERMITE, INSECT, RODENT OR PEST INFESTATION OR
 45 DAMAGE? YES NO UNKN NA (IF YES, EXPLAIN BELOW)
- 46 23. HAS THE PROPERTY BEEN TESTED FOR TERMITE, INSECT, RODENT OR PEST
 47 INFESTATION OR DAMAGE? YES NO UNKN NA (IF YES, PLEASE ATTACH
 48 REPORT(S))
- 49 24. WHAT IS THE TYPE OF ROOF/ROOF COVERING (SLATE, ASPHALT, OTHER.)?
 50 ANY KNOWN MATERIAL DEFECTS? HOW OLD IS THE ROOF? IS THERE A TRANS51 FERABLE WARRANTEE ON THE ROOF IN EFFECT NOW? YES NO UNKN NA (IF
 52 YES, EXPLAIN BELOW)

1 2 25. ARE THERE ANY KNOWN MATERIAL DEFECTS IN ANY OF THE FOLLOWING

2 3		STRUCTURAL SYSTEMS: FOOTINGS, BEAMS, GIRDERS, LINTELS, COLUMNS OR PARTITIONS. YES NO UNKN NA (IF YES, EXPLAIN BELOW)
4	MECHAN	IICAL SYSTEMS & SERVICES
5	26.	WHAT IS THE WATER SOURCE (CIRCLE ALL THAT APPLY - WELL, PRIVATE,
б		MUNICIPAL, OTHER)? IF MUNICIPAL, IS IT METERED? YES NO UNKN NA
7	27.	HAS THE WATER QUALITY AND/OR FLOW RATE BEEN TESTED? YES NO UNKN NA
8		(IF YES, DESCRIBE BELOW)
9	28.	WHAT IS THE TYPE OF SEWAGE SYSTEM (CIRCLE ALL THAT APPLY - PUBLIC
10		SEWER, PRIVATE SEWER, SEPTIC OR CESSPOOL)? IF SEPTIC OR CESSPOOL,
11		AGE? DATE LAST PUMPED? FREQUENCY OF PUMPING?
12		ANY KNOWN MATERIAL DEFECTS? YES NO UNKN NA (IF YES,
13		EXPLAIN BELOW)
14		WHO IS YOUR ELECTRIC SERVICE PROVIDER? WHAT IS THE AMPER-
15		AGE? DOES IT HAVE CIRCUIT BREAKERS OR FUSES?
16		PRIVATE OR PUBLIC POLES? ANY KNOWN MATERIAL DEFECTS? YES
17		NO UNKN NA (IF YES, EXPLAIN BELOW)
18		ARE THERE ANY FLOODING, DRAINAGE OR GRADING PROBLEMS THAT RESULTED
19		IN STANDING WATER ON ANY PORTION OF THE PROPERTY? YES NO UNKN NA
20		(IF YES, STATE LOCATIONS AND EXPLAIN BELOW)
21	31	DOES THE BASEMENT HAVE SEEPAGE THAT RESULTS IN STANDING WATER? YES
22		NO UNKN NA (IF YES, EXPLAIN BELOW)
23		ARE THERE ANY KNOWN MATERIAL DEFECTS IN ANY OF THE FOLLOWING (IF
24		YES, EXPLAIN BELOW. USE ADDITIONAL SHEETS IF NECESSARY.):
25		PLUMBING SYSTEM? YES NO UNKN NA
26	33	SECURITY SYSTEM? YES NO UNKN NA
27	34.	CARBON MONOXIDE DETECTOR? YES NO UNKN NA
28	35	CARBON MONOXIDE DETECTOR?YESNOUNKNNASMOKE DETECTOR?YESNOUNKNNAFIRE SPRINKLER SYSTEM?YESNOUNKNNASUMP PUMP?YESNOUNKNNA
29	36.	FIRE SPRINKLER SYSTEM? YES NO UNKN NA
30	37	SIMP PIMP? YES NO INKN NA
31	38	FOUNDATION/SLAB? YES NO UNKN NA
32	39.	INTERIOR WALLS/CEILINGS? YES NO UNKN NA
33		EXTERIOR WALLS OR SIDING? YES NO UNKN NA
34		FLOORS? YES NO UNKN NA
35		CHIMNEY/FIREPLACE OR STOVE? YES NO UNKN NA
36		PATIO/DECK? YES NO UNKN NA
37		DRIVEWAY? YES NO UNKN NA
38	45.	AIR CONDITIONER? YES NO UNKN NA
39	46.	HEATING SYSTEM? YES NO UNKN NA
40		HOT WATER HEATER? YES NO UNKN NA
41	48.	
42	N	OTE: BUYER IS ENCOURAGED TO CHECK PUBLIC RECORDS CONCERNING THE
43		ROPERTY (E.G. TAX RECORDS AND WETLAND AND FLOOD PLAIN MAPS)
44	THE	
45	NECESS	ARY, ATTACH ADDITIONAL PAGES AND INDICATE HERE THE NUMBER OF ADDI-
46		PAGES ATTACHED.
47		
48		
49		
50		
51	SELL	ER'S CERTIFICATION: SELLER CERTIFIES THAT THE INFORMATION IN THIS
52		TY CONDITION DISCLOSURE STATEMENT IS TRUE AND COMPLETE TO THE
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53 SELLER'S ACTUAL KNOWLEDGE AS OF THE DATE SIGNED BY THE SELLER. IF A 54 SELLER OF RESIDENTIAL REAL PROPERTY ACQUIRES KNOWLEDGE WHICH RENDERS 55 MATERIALLY INACCURATE A PROPERTY CONDITION DISCLOSURE STATEMENT PROVIDED A. 3714

PREVIOUSLY, THE SELLER SHALL DELIVER A REVISED PROPERTY CONDITION
 DISCLOSURE STATEMENT TO THE BUYER AS SOON AS PRACTICABLE. IN NO EVENT,
 HOWEVER, SHALL A SELLER BE REQUIRED TO PROVIDE A REVISED PROPERTY CONDI TION DISCLOSURE STATEMENT AFTER THE TRANSFER OF TITLE FROM THE SELLER TO
 THE BUYER OR OCCUPANCY BY THE BUYER, WHICHEVER IS EARLIER.

- 6 SELLER_____ DATE_____
- 7 SELLER_____ DATE_____

8 BUYER'S ACKNOWLEDGMENT: BUYER ACKNOWLEDGES RECEIPT OF A COPY OF THIS 9 STATEMENT AND BUYER UNDERSTANDS THAT THIS INFORMATION IS A STATEMENT OF 10 CERTAIN CONDITIONS AND INFORMATION CONCERNING THE PROPERTY KNOWN TO THE 11 SELLER. IT IS NOT A WARRANTY OF ANY KIND BY THE SELLER OR SELLER'S AGENT 12 AND IS NOT A SUBSTITUTE FOR ANY HOME, PEST, RADON OR OTHER INSPECTIONS 13 OR TESTING OF THE PROPERTY OR INSPECTION OF THE PUBLIC RECORDS.

14 BUYER_____ DATE_____

15 BUYER_____ DATE ____

16 § 2. This act shall take effect on the one hundred eightieth day 17 after it shall have become a law; provided, however, that this act shall 18 apply to contracts of sale for real property entered into on or after 19 such effective date.